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(c) Each institution shall retain responsibility for the proper disbursement of the Federal funds it contributes under an agreement with other eligible institutions.

(Approved by the Office of Management and Budget under control number 1840–0535)

(Authority: 42 U.S.C. 2756)

[52 FR 45770, Dec. 1, 1987, as amended at 53 FR 49147, Dec. 6, 1988; 59 FR 61417, Nov. 30, 1994]

§ 675.35 Agreement.

- (a) A FWS participating institution, to establish or expand these programs, shall enter into an agreement with the Secretary.
 - (b) The agreement must provide-
- (1) That the institution will administer the programs in accordance with the HEA and the provisions of this part;
- (2) That the institution will submit to the Secretary an annual report on the use of the funds and an evaluation of the effectiveness of the programs in benefiting the institution's students; and
 - (3) Satisfactory assurances that-
- (i) The institution will not use program funds to locate and develop jobs at an eligible institution:
- (ii) The institution will use program funds to locate and develop jobs for students during and between periods of attendance at the institution, not upon graduation;
- (iii) The program will not displace employees or impair existing service contracts:
- (iv) Program funds can realistically be expected to generate total student wages exceeding the total amount of the Federal funds spent under this subpart; and
- (v) If the institution uses Federal funds to contract with another institution, suitable performance standards will be part of that contract.

(Approved by the Office of Management and Budget under control number 1840–0535)

(Authority: 42 U.S.C. 2756)

[52 FR 45770, Dec. 1, 1987, as amended at 53 FR 49147, Dec. 6, 1988; 59 FR 61417, 61419, Nov. 30, 1994]

§ 675.36 Procedures and records.

Procedures and records concerning the administration of a JLD project established and operated under this subpart are governed by applicable provisions of §675.19.

(Authority: 42 U.S.C. 2756a)

§ 675.37 Termination and suspension.

- (a) If the Secretary terminates or suspends an institution's eligibility to participate in the FWS program, the action also applies to the institution's job location and development programs.
- (b) The Secretary pays an institution's financial obligations incurred and allowable before the termination but not incurred—
 - (1) During a suspension; or
 - (2) In anticipation of a suspension.
- (c) However, the institution must cancel as many outstanding obligations as possible.

(Authority: 42 U.S.C. 2756a)

[52 FR 45770, Dec. 1, 1987, as amended at 59 FR 61419, Nov. 30, 1994]

Subpart C—Work-Colleges Program

SOURCE: 59 FR 61418, Nov. 30, 1994, unless otherwise noted.

§ 675.41 Special definitions.

The following definitions apply to this subpart:

- (a) *Work-college:* The term "work-college" means an eligible institution that—
- (1) Is a public or private nonprofit institution with a commitment to community service;
- (2) Has operated a comprehensive work-learning program for at least two years;
 - (3) Requires—
- (i) All resident students who reside on campus to participate in a comprehensive work-learning program; and
- (ii) The provision of services as an integral part of the institution's educational program and as part of the institution's educational philosophy; and